GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:1336
ANSWERED ON:08.03.2002
REQUEST FOR MARKET BORROWING
A.C. JOSE

Will the Minister of FINANCE be pleased to state:

(a) whether the number of proposals have been received by the Union Government from the various State Governments for making market borrowing;

(b) if so, whether all the proposals received has been agreed to ; and

(c) if not, the present status of the proposals?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE(SHRI BALASAHEB VIKHE PATIL)

(a) to (c): Requests have been received from some State Governmentsfor additional market borrowings in the context of specific problems being faced by them, and for mitigating the shortfall in States share in Central taxes. These requests are over and above the approved market borrowings allocated to States by the Planning Commission.Government of India, in keeping with the recommendations of the Eleventh Finance Commission (EFC) and in view of the specificrequests from States have allowed feasible additional market borrowings for the year 2001-02 linked to States preparing their Medium Term Fiscal Reform Programme (MTFRP).

Besides, so as to reduce the impact of shortfall in estimated States share in Central taxes, Central Government have permitted additional market borrowings to States in two tranches. The first tranche was raised by RBI on January, 28-30, 2002 and the second tranche will be raised in the current month. Additional borrowings allowed to States during the current year is as annexed.

Statement referred to in reply to parts (a) to (c) of Lok Sabha Unstarred Question No.1336for answer on 8th March,2002 regarding request for Market Borrowing.

Annexure

ADDITIONAL MARKET BORROWINGS ALLOWED DURING 2001-02

(Rs. in crores)

Sl. No.	State	Additional Market Borrowing Allowed Under MTFRP /Specific Problems	In lieu of Shortfall in Share in Central Taxes	Total
1	Andhra Pr.	350.00	346.54	696.54
2	Arunachal Pr.	10.98		10.98
3	Assam	147.83		147.83
4	Bihar	521.48		521.48
5	Chhattisgarh	107.33		107.33
6	Goa	9.27		9.27
7	Gujarat	700.00	126.95	826.95
8	Haryana	42.48		42.48
9	Himachal Pr.	150.00	30.74	180.74
10	Jammu & Kashmir	116.75	58.05	174.8
11	Jharkhand	135.36		135.36
12	Karnataka	221.85		221.85
13	Kerala	200.00	137.57	337.57
14	Madhya Pr.	290.39		290.39
15	Maharashtra	250.00	208.44	458.44
16	Manipur	16.47		16.47

17	Meghalaya	15.39	15.39	
18	Mizoram	8.91	8.91	
19	Nagaland	26.00	9.90	35.90
20	Orissa	227.52	227.52	
21	Punjbaj	51.62	51.62	
22	Rajasthan	246.29	246.29	
23	Sikkim	8.28	8.28	
24	Tamil Nadu	242.33	242.33	
25	Tripura	21.92	21.92	
26	Uttar Pr.	861.14	861.14	
27	Uttaranchal	89.11	29.75	118.86
28	West Bengal	365.22	365.22	
Total:		1881.86	4500.00	6381.86